SUBSTITUE NO. 1 TO ORDINANCE NO. 23-014

AN ORDINANCE TO AMEND CHAPTERS 4, 5 AND 12 OF THE WILMINGTON CITY CODE TO INCREASE CERTAIN FEES

Rev. 1 # 0288 Sponsors:

Council Members Johnson Cabrera Oliver Fields Mills **WHEREAS**, the City of Wilmington ("City") is a home rule municipality created pursuant to 22 *Del. C.* ch. 8, and, as such, it has all express and implied powers and authority of local self-government and home rule, including the authority to impose various fees and taxes; and

WHEREAS, business license fees, permit fees, inspection fees, application fees and other similar fees secure revenue to assist in defraying the City's cost of administering and enforcing its laws and the City's provision of certain municipal services; and

WHEREAS, ordinances related to the imposition of business license fees, permit fees, inspection fees, application fees and other similar fees are intended to protect the health, safety, and welfare of the general public; and

WHEREAS, City Council finds that most of the fees relating to business licensing, permitting and inspections have not been reviewed in many years, nor updated consistent with increasing administrative costs and inflation; and

WHEREAS, City Council desires to soften the impact of the increased license fees upon new small businesses, and businesses providing housing to senior citizens and persons with lower incomes; and

WHEREAS, the City's Department of Finance, Department of Licenses and Inspections, Department of Land Use and Planning, and Fire Marshal's Office reviewed said fees and determined that certain business license fees, permit fees, inspection fees, certificate fees, application fees and event fees should be revised due to increased costs associated with administering and enforcing the City Code and regulating businesses; and

WHEREAS, City Council finds it appropriate to increase said fees.

NOW, THEREFORE, THE COUNCIL OF THE CITY OF WILMINGTON HEREBY ORDAINS:

SECTION 1. Chapter 4 of the City Code is hereby amended to increase certain application fees by deleting the stricken language and adding the underlined language to read as follows:

Section 109.2.7. Fees for certificates and applications.

(c) For applications to the zoning board of adjustment for permission for any purpose, the fees shall be as follows:

For residential property or use, for each requested variance or special exception $\$100.00 \ \underline{150.00}$

For commercial property or use \$250.00 300.00

SECTION 2. Chapter 5 of the Code is hereby amended to increase certain business license fees by deleting the stricken language and adding the underlined language to read as follows:

Sec. 5-101 – Schedule of Fees

(a) The following rates shall be annual fees imposed under this article, except as otherwise specifically provided:

Classification/Category	Fee
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Construction:

Air conditioning contractor 120.00 200.00

Asbestos abatement contractor 120.00 200.00

Boiler installation contractor 120.00 200.00

Cement, concrete, stone, masonry contractor 120.00 200.00

Construction manager 120.00 200.00

Contractor, subcontractor 120.00 200.00

Dish antenna installer 274.00

Electrician, electrical contractor 120.00 200.00

Heating contractor 120.00 200.00

Mechanical contractor 120.00 200.00

Plumbing contractor <u>120.00</u> <u>200.00</u>

Refrigeration contractor 200.00

Satellite television installer 120.00 200.00

Sign, billboard erectors <u>120.00</u> <u>200.00</u>

Entertainment/recreation:

Billiard/bowling alley 181.00 300.00

Circuses, carnivals 181.00 300.00

Coin-operated amusement game machines, owning and distributing 723.00 1,200.00

Coin-operated amusement game machines, operating one to four machines,

per machine 30.00 50.00

Coin-operated amusement game arcade, operating five or more machines 181.00 300.00

Plus, per machine 30.00

Dance halls/studios 181.00 300.00

Disc jockeys 181.00 300.00

Health spa/club 181.00 300.00

Promoters of sporting events 181.00 300.00

Restaurants 181.00 300.00

Theatres 181.00 300.00

Theatrical booking agency 181.00 300.00

Ticket agency 181.00 300.00

Miscellaneous entertainment/recreation 181.00 300.00

Financial/real estate service:

Banks, trust company 723.00 1,200.00

Building and loan association 361.00 600.00

Collection agency 181.00 300.00

Condominium, conversion of apartments to condominium, per unit 60.00

Credit rating, reporting bureaus 181.00 300.00

Finance company 181.00 300.00

Holding company 120.00 200.00

Investment brokerage firm 723.00 1,200.00

Mobile home park operator 602.00

Office/commercial buildings 361.00 600.00

Real estate agency 241.00 400.00

Real estate agent/broker/appraiser 120.00 200.00

Rooming house 120.00 200.00

One or two Rental dwelling units 50.00 100 per unit, unless the rental dwelling units are used for low-income housing or senior citizen housing, in which case the fee shall be 100 per unit, not to exceed a fee of 5,000.00. The Departments of Land Use and Planning, Licenses and Inspections and/or Finance shall promulgate regulations establishing the procedures and standards for eligibility for the capped fee.

Three or more dwelling units (plus an additional \$10.00 for each unit) 120.00

Miscellaneous financial/real estate service 181.00 300.00

Market Street Mall activities:

- (1) Outdoor cafe, for six months, per square foot charge
 - 4th to 6th Street 1.20
 - 6th to 8th Street 1.51
 - 8th to 10th Street 1.81
- (2) Special event or commercial/promotional display of merchandise and distribution of information without selling of goods per location, maximum of three days per month 120.00
- (3) Special event or commercial/promotional display or distribution including selling of goods by nonprofit organization, per location, maximum of three days per month No fee
- (4) Sidewalk sale sponsored by Downtown Merchants' Association No fee
- (5) Individual merchant sidewalk sale in location adjacent to his store on the Market Street Mall, for three days per month 30.00

Each day more than three days per month 10.00

(6) Mobile vendors of edible or nonedible goods using pushcarts, annually per authorized location only from Second to Seventh Streets: the annual fees shall be established by the department of licenses and inspections effective January 1 of each year.

Nonprofessional service:

Advertising agencies 120.00 200.00

Auctioneers 120.00 200.00

Awning, sales and installation 120.00 200.00

Bath/massage/tanning salons 120.00 200.00

Bail bonds 200.00

Beauty parlors, barbershop 120.00 200.00

Beautician/Cosmetologists 200.00

Carpet cleaners 120.00 200.00

Carpet installers 120.00 200.00

Cleaners, dyers, pressers, laundries 120.00 200.00

Commercial sign business 120.00 200.00

Computer services 120.00 200.00

Courier/delivery services 120.00 200.00

Day care centers 120.00 200.00

Direct mail advertising service 120.00 200.00

Employment agencies/contractors 120.00 200.00

Equipment rent/lease 120.00 200.00

Furniture movers, furniture deliverers 120.00 200.00

Furniture upholsterer and cleaners 120.00 200.00

Insurance adjuster <u>120.00</u> <u>200.00</u>

Interior designers 120.00 200.00

Janitorial companies 120.00 200.00

Landscaping/Tree services 200.00

Locksmiths 120.00 200.00

Newspaper/magazine subscriptions 120.00 200.00

Pawnbroker 120.00 200.00

Pest control, exterminators 120.00 200.00

Photographers, film processing 120.00 200.00

Printers <u>120.00</u> <u>200.00</u>

Reducing salons 120.00

Repair shop/service 120.00 200.00

Security guards 200.00

Shutters, sales and installation 120.00 200.00

Tailors 120.00 200.00

Tax preparation 120.00 200.00

Telephone answering service 120.00 200.00

Tutors, training academies, trade schools 120.00 200.00

Vendor under contract with the city at limited event, once per year only..... Waived

Video film companies <u>120.00</u> <u>200.00</u>

Miscellaneous nonprofessional services 120.00 200.00

Professional service:

Accountants 181.00 300.00

Architects 181.00 300.00

Chiropractic physicians 181.00 300.00

Consultants <u>181.00</u> <u>300.00</u>

Court reporters <u>181.00</u> <u>300.00</u>

Dentists 181.00 300.00

Laboratories <u>181.00</u> <u>300.00</u>

Lawyers 181.00 300.00

Management of emergency shelter for the homeless 164.00 275.00

Except if by nonprofit organization No Fee

Nursing homes <u>181.00</u> <u>300.00</u>

Opticians 181.00 300.00

Optometrists 181.00 300.00

Physicians, surgeons 181.00 300.00

Physiotherapists 181.00 300.00

Podiatrists 181.00 300.00

Professional engineers 181.00 300.00

Psychiatrists 181.00 300.00

Psychologists <u>181.00</u> <u>300.00</u>

Surveyors 181.00 300.00

Undertakers 181.00 300.00

Veterinarians 181.00 300.00

Miscellaneous professional service 181.00 300.00

Retailers

Coin-operated merchandise 151.00 250.00

Precious metals <u>151.00</u> <u>250.00</u>

Retailers—Edible 151.00 250.00

Retailers—Firearms 151.00 250.00 Retailers—Mobile food vendor 151.00 Retailers—Nonedible 151.00 250.00 Taverns, package stores 151.00 250.00 Travel/lodging/automotive: Auto garage, parking lot 181.00 300.00 Auto service clubs, associations 181.00 300.00 Auto washing establishments 181.00 300.00 Buses, taxis, vehicles for hire, per vehicle -60.00 100.00 Gas station, auto repair 181.00 300.00 Hotels, motels 1,807.00 3,000.00 New, used auto sales 181.00 300.00 Towing establishments 181.00 300.00 Travel ticket agency 181.00 300.00 Vehicle renting 181.00 300.00 Miscellaneous travel/lodging/automobile 181.00 300.00 Utilities/public service Distributor newspapers/magazines 542.00 900.00 Publishing (less than daily) 181.00 300.00 Publishing, newspaper/magazine (daily) 903.00 1,500.00 Radio/television broadcasting 602.00 1,000.00 Telegraph company 602.00 1,000.00 Telephone company, local operator 1,807.00 3,000.00 Telephone company sales and service 422.00 700.00 Utilities gas/electric 3,011.00 5,000.00 Miscellaneous utilities/public service 602.00 Wholesaler/manufacturer/related services: Cold storage and refrigeration 181.00 300.00 Importer, distributor 181.00 300.00 Junk/scrap processors 181.00 300.00 Manufacturer 181.00 300.00 Prefabricated structure manufacturer/supplier 181.00 300.00 Sanitation 181.00 300.00 Ship chandler 300.00 Storage warehouses 181.00 300.00 Wholesaler—Edible 181.00 300.00 Wholesaler—Nonedible 181.00 300.00 Wholesaler via vehicles 181.00 300.00 Miscellaneous wholesaler/manufacturer/related services 181.00 300.00 Miscellaneous: Branch license 30.00 50.00

Duplicate license 30.00

Miscellaneous 181.00 300.00

- (b) Notwithstanding the fees listed in subsection (a), a small business that has been in existence less than three (3) years is entitled to pay the business license fee that was imposed under the Code immediately before its most recent amendment if:
 - (1) <u>Proof satisfactory to the Department of Finance is submitted that the business has been in existence less than three (3) years and that it is a small business. For purposes of this section, a "small business" is one with 10 or fewer full-time employees.</u>

SECTION 3. Chapter 12 of the Code is hereby amended to increase certain permit fees, inspection fees and event fees by deleting the stricken language and adding the underlined language to read as follows:

Sec. 12-64. - Fees.

- (b) The following fees shall be paid to the city fire marshal's office, as agent for the city fire department and department of finance:
 - (1) Plan review user fee schedule. The city fire marshall marshal, through the city fire department, hereby establishes the listed plan review user fees to be paid by the submitter of plans to the city office of city fire marshall marshal.
 - a. Effective January 1, 2010 \$7.00 9.00 for every \$1,000.00 of construction costs up to \$1,000,000.00; \$3.00 5.00 for every \$1,000.00 of construction costs in excess of \$1,000,000.00. There shall be a minimum plan review fee of \$150.00 200.00 on all plans submitted with estimated construction costs of less than \$20,000.00.
 - b. Reserved.
 - c. Special fees for warehouses: When calculating the fee schedule for warehouses and similar low use buildings, the submitter shall have the choice of using the fee schedule listed in a. above, or, he or she may use the following calculation:
 - Gross square footage \times \$30.00 = Construction cost; then apply the \$5.00 $\underline{7.00}$ per \$1,000.00 construction cost to this calculation.
 - d. Revision of fees: The fees as authorized in this section shall be the maximum allowed by the city fire department and shall be reviewed not less frequently than every two years.

- e. Surcharge for failure to obtain plan review. If construction proceeds without plan approval, a surcharge of two percent of the total value of construction costs shall be paid. The payment of this surcharge does not relieve the obligation to submit plans to the office of city fire marshal for review. The payment of this surcharge does not relieve the obligation to pay other fees that are required under the City Code or other applicable laws.
- (2) Permit and event fees required for single events.

 Fun house, haunted house and similar attractions which charge admission \$25.00 50.00

 Impairment of fire protection equipment 25.00 \$50.00

 Place of assembly, special events for 1,000 300 or more persons attending 25.00 \$100.00
- (3) Violations and penalties. Any failure to pay or refusal to pay any of the fees required by this subsection shall upon conviction be punishable by a fine of not less than \$100.00 \\
 \text{200.00}\$ for each failure to obtain a requisite permit or failure to pay the requisite fee for such permit, or both.
- (c) In addition to the fees authorized herein, the following fees shall be imposed:
 - (1) *FLicense renewal or recertification fees.* For inspections conducted by the city for the department of services for children, youth and their families and for the department of health and social services and for other inspections for similar agencies, the following fees for license renewal or recertification shall be payable by the owner or operator of such facility: \$50.00 for daycare, group home or small facility; for any healthcare facility; and for any high rise building, as classified by the Wilmington Code.
 - a. Home daycare (1-6 children), group homes and small facilities \$50.00 75.00
 - b. Large home daycare (7-12 children), healthcare facility, high-rise building as classified by the Wilmington Code \$100.00
 - c. Children Care Centers (12 or more children) \$200.00

There shall be no waivers granted or allowed from the aforesaid fee requirements.

(2) Reinspection fees. In connection with inspections to approve occupancy, or fire alarm systems, or fire suppression systems, or construction and any other circumstances requiring approval prior to commencement of an intended use, the fire department shall require that the person requesting the inspection have the work 100 percent completed prior to

- scheduling such inspection; provided, however, that in the event that there is not such 100 percent completion and a rescheduling of inspection is necessary, a fee in the amount of \$100.00 150.00 may be imposed after the first subsequent reinspection and be payable by such person because the applicant or other person requesting the inspection was not ready for such inspection and a reinspection was necessary.
- (3) Resetting of fire alarm panel. In any event in which the fire department has been dispatched to a fire, only to find upon arrival that the owner or occupant or tenant has reset a fire alarm panel, and as a result, the fire department is unable to determine which particular device initiated the fire alarm, and a full and complete search of a building is required in order to determine that no fire, in fact, exists, then and in any such event, a fee of \$100.00 shall be assessed to be paid by the owner of the building for the second and each subsequent occurrence within any 12-month period, regardless of who may have reset the subject alarm panel without the approval of the fire department. In any case involving a condominium, the fee shall be assessed and shall be paid by the condominium association.
- (4) Fire signaling system inspection fee. For each inspection of a fire signaling system located within the jurisdiction of the city fire marshal conducted by a licensed company pursuant to Delaware State Fire Prevention Regulations, part III, chapter 4, sections 4-8, 4-9, and 4-10, the licensed company shall submit a copy of the certificate of inspection to the office of the city fire marshal, along with a non-refundable fee of \$25.00.
- (5) Fire suppression system inspection fee. For each inspection of a fire suppression system located within the jurisdiction of the city fire marshal conducted by a licensed company pursuant to Delaware State Fire Prevention Regulations, part III, chapter 5, sections 5-8, 5-9, and 5-10, the licensed company shall submit a copy of the certificate of inspection to the office of the city fire marshal, along with a non-refundable fee of \$25.00.
- (6) Fire report fee. For each copy of a fire report, the requestor shall pay a fee of \$25.00.
- (7) Mobile food service inspection fee. For each inspection conducted by the city fire marshal to approve a mobile food service, the following fees shall be paid by the owner or operator of such mobile food service:
 - a. Annual inspection ... \$75.00
 - b. Re-inspection ... \$25.00

Sec. 12-99. - Hazardous, explosive, and flammable materials permits.

(d) Fees. It shall be the duty of the fire marshal, or his duly authorized designee, to issue the following permits after meeting prescribed conditions and payment of indicated fees, subject to any and all other applicable codes and regulations prior to issuance of the permit and for the duration of the activity. All applicable permit fees shall be paid.

FIRE PERMIT FEES

Blasting

- (1) Certificate holder 20.00 40.00
- (2) Transportation and storage of explosives 25.00 50.00
- (3) Job site per day 10.00 100.00

Bulk oil storage (operate) 75.00 100.00

Compressed natural gas —Dealer/distributor

- (1) Installation of tank 100.00
- (2) Annual fee 50.00 100.00

Filling station (public) 25.00 100.00

Fireworks display 50.00

Flammable and combustible liquid tanks

- (1) Underground: installation <u>100.00</u> <u>150.00</u>
- (2) Aboveground: installation 100.00 150.00
- (3) Annual fee: per site 25.00 50.00

Fumigation (toxic chemical)—Per application 15.00 25.00

Garage (vehicle repair other than filling stations) 25.00 50.00

(1) Fuel dispensing 25.00 75.00

Hazardous chemicals —The storage of 500 pounds or 55 gallons of any chemicals listed in the department of transportation's hazardous materials list (including radioactive material) 100.00 200.00

Junkyard/Salvage yard 50.00 150.00

Liquid propane gas

- (a) Dealer/distributor/permanent installation
 - (1) Installation of tank 100.00
 - (2) Annual fee 50.00 100.00
- (b) Total capacity of tanks less than 299 water gallons
 - (1) Installation of tank 50.00 100.00
 - (2) Annual fee 25.00 75.00
- (c) Total capacity of tanks greater than 300 water gallons
 - (1) Installation of tank 150.00
 - (2) Annual fee 150.00

Lumber storage (dealer) 25.00 100.00

	Refineries/Re-refineries (as decided by chief of fire or fire marshal) 50.00 100.00
	Sale of small arms ammunition 50.00
	Spray booth (flammables and combustibles)
	(1) Installation 50.00 100.00
	(2) Annual fee 25.00 100.00
	Tents 10.00 50.00
	Tire storage:
	(1) Annual fee 150.00
	Welding, cutting, burning
	(1) <u>Per site 25.00</u>
	(2) Annual fee 10.00 50.00
	Miscellaneous - Permits required but not classified in this schedule are
	subject to a fee which will be determined by the chief of fire or the fire
	marshal.

SECTION 4.	This Substitute 1 to Ordinance No. 23-014 shall become effective as of July 1,
2022	
2023.	
	First Reading March 16, 2023 Second Reading March 16, 2023 Third Reading
	Passed by City Council,
	President of City Council
	ATTEST:
	City Clerk
	City Clork
	Approved this day of, 2023
	Mayor
	iviayoi

SYNOPSIS: This Substitute 1 to Ordinance No. 23-014 amends Chapter 4 (Building), Chapter 5 (Businesses) and Chapter 12 (Fire Prevention and Protection) of the Wilmington City Code to increase certain business license, permit, inspection, certificate, application and event fees administered by the Department of Licenses and Inspections, the Department of Land Use and Planning, the Fire Marshal's Office and the Department of Finance in order to defray the cost associated with administering and enforcing the City's laws, and the provision of certain municipal services. The Ordinance excepts from the increased business license fee small businesses that have been in existence less than three years, and it provides a cap to the rental unit business license fee for businesses providing low income and senior housing.

FISCAL IMPACT STATEMENT: Considering the potential administrative costs associated with determining the eligibility for reduced business license fees, the fiscal impact of the City increasing the fees provided for in this Substitute 1 to Ordinance No. 23-04 is estimated to be a gain of approximately \$2.0 million.

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